

EVIF - Draft Template Concession Contract

Schedule - Part 14 - Tariff Review – June 2024 – Draft Text

Other than for discounted tariffs for certain customers or groups of customers, the same tariff regime shall apply to all Chargepoints of the same Charging Speed for the Contract Term.

Subject to complying with the following provisions, any increase to Current Tariffs shall not be bound by Clause 13 – Change Control.

- a. The Concessionaire shall give the Authority reasonable notification (not less than 10 working Days) of its plans to increase its tariff regime along with appropriate supporting evidence of compliance with Test 1 and Test 2 described further below.
- b. The cost of charging an electric vehicle (based on a peak “pay as you go” non-subscription basis, including any connection costs) expressed in p/kWh shall not exceed:
 1. the equivalent average cost published by [RAC Charge Watch](#) (or an alternative agreed independent data source) in the preceding month by more than [10%] for the same or similar Charging Speeds;

or

2. The aggregate of:
 - a) the **Service Fee**; plus
 - b) the Concessionaire’s forecast **Peak Cost of Electricity** (including any fixed charges) in providing the Services during the forthcoming 12 months, expressed in p/kWh; plus.
 - c) the forecast cost of any Revenue Share, Profit Share or Concession Fee expressed in p/kWh.
 - d) the cost of VAT expressed in p/kWh.
- c. The **Service Fee** shall not exceed the **Service Fee Cap**. In the event of a Change in Law which requires capital expenditure the Concessionaire may propose a change to the Service Fee Cap in accordance with Clause 13 – Change Control.

Charging Speed means – “Fast” 7-22kW, “Rapid” 23-90kW, “Ultra Rapid” – 100kW+

Peak Cost of Electricity means – Costs and rates evidence by the Concessionaire on an open book basis.

Service Fee means – all costs for providing the Services for each Charging Speed excluding the cost of electricity, Concession fee, Revenue share and VAT all expressed in p/kWhr.

Service Fee Cap¹ means – [X]p/kWhr for each Charging Speed (this is a bid back position). The Service Fee Cap shall be indexed at [X%] of [CPO to state index].

¹ The reasonableness of the Service Fee Cap will be assessed as part of the tender evaluation process. Unrealistically high Service Fee Caps may result in a tenderer being disqualified.

Worked Example (no Ultra Rapids):

Current Tariffs - Fast – 50p/kWh, Rapid 75p/kWhr
Service Fee Caps - Fast – 16p/kWh, Rapid 36p/kWhr
Proposed Tariffs - Fast – 60p/kWh, Rapid 85p/kWhr
Test 1 – Benchmark Rates (Mar 24) Fast – 56p/kWh, Rapid 79p/kWhr
plus 10% Fast – 62p/kWh, Rapid 87p/kWhr - OK

Test 2 – Service Fee Cap

			FAST	RAPID
			p/kWh	p/kWh
Peak Cost of Electricity			£ 0.30	£ 0.30
Service Fee			£ 0.16	£ 0.36
Concession Fee			£ 0.01	£ 0.01
Revenue Share			£ 0.02	£ 0.02
Total ex VAT			£ 0.49	£ 0.69
VAT	20%		£ 0.10	£ 0.14
			£ 0.59	£ 0.83

In this example the amended peak “pay as you go” tariff would be capped at:

Amended Tariffs - Fast – 59p/kWh, Rapid 83p/kWhr as opposed to the
Proposed Increased Tariffs of Fast - 60p/kWh, Rapid 85p/kWhr

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